

**UNITED STATES DISTRICT COURT  
FOR THE DISTRICT OF MARYLAND  
Northern Division**

MANOR CARE OF AMERICA, INC.

Plaintiff,

v.

PROPERTY & CASUALTY INSURANCE  
GUARANTY CORPORATION,

Defendant.

Civil Action No.  
02-CV-04206 (BEL)

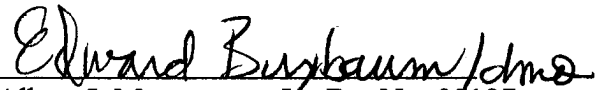
**JOINT STATUS REPORT**

Since filing the last joint status report, the parties have continued settlement negotiations. Presently, the parties are attempting to select a mediator to assist in the negotiations. With these ongoing discussions, the parties have not pursued any additional discovery. Pursuant to the Stipulated Scheduling Order filed on May 24, 2007 (Document 68), the parties will file another joint status report in 60 days.

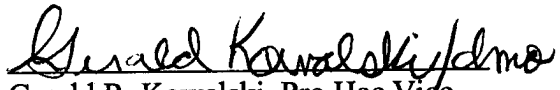
Respectfully submitted,



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A handwritten signature in black ink, appearing to read "Gerald R. Kowalski".

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